

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

| | | |
|---------------------------------------|---|------------------------|
| PURCHASED WATER ADJUSTMENT OF |) | |
| CAMPBELL COUNTY KENTUCKY WATER |) | CASE NO. 90-350 |
| DISTRICT |) | |

O R D E R

On November 9, 1990, Campbell County Kentucky Water District ("Campbell") filed revised tariff sheets with the Public Service Commission ("Commission") for the purpose of adjusting its rates pursuant to the purchased water adjustment procedure. KRS 278.015 and 807 KAR 5:068. The Commission subsequently requested that additional information be filed. The required information was filed on November 16, 1990, and the record is now complete.

The Commission, having reviewed the evidence of record and being sufficiently advised, finds:

1. Campbell purchases water from the city of Newport ("Newport") and Kenton County Water District No. 1 ("Kenton").
2. Effective November 30, 1990, Newport will increase its rate for wholesale water from 52 cents to 65 cents per 1,000 gallons. There will be no change in the cost of water purchased from Kenton.
3. Campbell purchased 1,952,710,900 gallons of water from Newport and 51,780,101 gallons from Kenton during the 12 month period ending September 30, 1990. Campbell sold 1,671,718,800 gallons of water during the same 12-month period.

4. Campbell proposed to increase the rates to its customers effective November 30, 1990.

5. Campbell's calculations are correct and show an increase in purchased water costs of \$253,852, resulting in a purchased water adjustment of 15.19 cents per 1,000 gallons of water.

6. The rates proposed by Campbell are incorrect in that the purchased water adjustment was not correctly applied on a per unit basis to the minimum bills for the various size meters as required by 807 KAR 5:068. The proposed rates should, therefore, be denied.

7. The purchased water adjustment of 15.19 cents per 1,000 gallons and the rates in Appendix A, attached hereto and incorporated herein, are fair, just, and reasonable and should be approved.

IT IS THEREFORE ORDERED that:

1. The rates proposed by Campbell are denied.

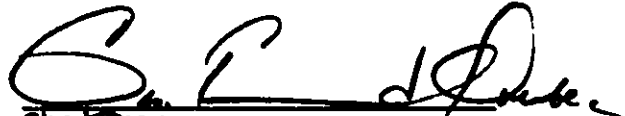
2. The purchased water adjustment of 15.19 cents per 1,000 gallons and the rates in Appendix A are approved for services rendered on and after November 30, 1990.

3. Within 30 days of the date of this Order, Campbell shall file a revised tariff sheet setting out the rates approved herein.

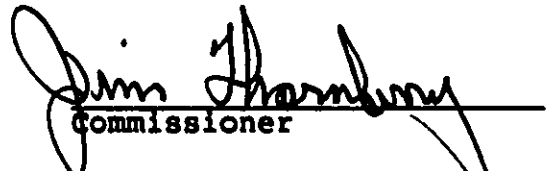
4. Within 20 days of the date rates approved herein are placed into effect, Campbell shall file a copy of the notice to its customers and verification that such notice has been given.

Done at Frankfort, Kentucky, this 6th day of December, 1990.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:


Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 90-350 DATED 12/06/90

The following rates and charges are prescribed for the customers in the area served by Campbell County Kentucky Water District. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of this Commission prior to the effective date of this Order.

Rate Schedule

| | |
|--------------------------------------|--------------------------|
| First 3,000 gallons used per quarter | \$14.63 Minimum Bill |
| Over 3,000 gallons used per quarter | 2.6019 per 1,000 gallons |

Minimum Quarterly Bills

| <u>Meter Size</u> | <u>Minimum Usage</u> | <u>Minimum Bill</u> |
|-------------------|----------------------|---------------------|
| 5/8 inch meter | 3,000 gallons | \$ 14.63 |
| 3/4 inch meter | 4,444 gallons | 18.39 |
| 1 inch meter | 11,757 gallons | 37.41 |
| 1 1/2 inch meter | 28,610 gallons | 81.26 |
| 2 inch meter | 47,560 gallons | 130.56 |
| 3 inch meter | 140,050 gallons | 371.21 |
| 4 inch meter | 260,440 gallons | 684.46 |
| 6 inch meter | 642,369 gallons | 1,678.20 |

Wholesale Customers

| | |
|------------------------------------|----------------------------|
| Pendleton County Water District | \$1.3519 per 1,000 gallons |
| City of Highland Heights | 1.3019 per 1,000 gallons |
| City of Crestview | 1.3019 per 1,000 gallons |
| Kenton County Water District No. 1 | 1.1819 per 1,000 gallons |